PREVAILED	Roll Call No
FAILED	Ayes
WITHDRAWN	Noes
RULED OUT OF ORDER	

HOUSE MOTION _____

MR. SPEAKER:

I move that Engrossed Senate Bill 71 be amended to read as follows:

1 Page 8, between lines 28 and 29, begin a new paragraph and insert: 2 "SECTION 7. IC 22-3-3-8 IS AMENDED TO READ AS 3 FOLLOWS [EFFECTIVE JULY 1, 2002]: Sec. 8. With respect to 4 injuries occurring prior to April 1, 1951, causing temporary total 5 disability for work, there shall be paid to the injured employee during 6 such total disability for work a weekly compensation equal to fifty-five percent (55%) of his the injured employee's average weekly wages for 7 8 a period not to exceed five hundred (500) weeks. With respect to 9 injuries occurring on and after April 1, 1951, and prior to July 1, 1971, 10 causing temporary total disability for work, there shall be paid to the injured employee during such total disability a weekly compensation 11 12 equal to sixty per cent (60%) of his the injured employee's average weekly wages for a period not to exceed five hundred (500) weeks. 13 With respect to injuries occurring on and after July 1, 1971, and prior 14 to July 1, 1974, causing temporary total disability for work, there shall 15 be paid to the injured employee during such total disability a weekly 16 17 compensation equal to sixty per cent (60%) of his the injured employee's average weekly wages, as defined in IC 22-3-3-22 section 18 19 22 of this chapter, a period not to exceed five hundred (500) weeks. 20 With respect to injuries occurring on and after July 1, 1974, and before 21 July 1, 1976, causing temporary total disability or total permanent 22 disability for work, there shall be paid to the injured employee during 23 such total disability a weekly compensation equal to sixty-six and two-thirds percent (66 2/3%) of his the injured employee's average 24

weekly wages up to one hundred and thirty-five dollars (\$135.00) average weekly wages, as defined in section 22 of this chapter, for a period not to exceed five hundred (500) weeks. With respect to injuries occurring on and after July 1, 1976, causing temporary total disability or total permanent disability for work, there shall be paid to the injured employee during the total disability a weekly compensation equal to sixty-six and two-thirds percent (66 2/3%) of his the injured employee's average weekly wages, as defined in IC 22-3-3-22, section 22 of this chapter, for a period not to exceed five hundred (500) weeks. When an employee who has sustained a compensable injury returns to work and suffers a later period of disability due to that injury after July 1, 2002, the average weekly wage for that period of disability shall be determined based on the average weekly wage at the time of the disability subject to the maximum average weekly wage in effect as of the last day worked, computed as set forth in section 22 of this chapter. Compensation shall be allowed for the first seven (7) calendar days only if the disability continues for longer than twenty-one (21) days.

SECTION 8. IC 22-3-3-13, AS AMENDED BY P.L.202-2001, SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2002]: Sec. 13. (a) As used in this section, "board" refers to the worker's compensation board created under IC 22-3-1-1.

- (b) If an employee who from any cause had lost, or lost the use of, one (1) hand, one (1) arm, one (1) foot, one (1) leg, or one (1) eye, and in a subsequent industrial accident becomes permanently and totally disabled by reason of the loss, or loss of use of, another such member or eye, the employer shall be liable only for the compensation payable for such second injury. However, in addition to such compensation and after the completion of the payment therefor, the employee shall be paid the remainder of the compensation that would be due for such total permanent disability out of a special fund known as the second injury fund, and created in the manner described in subsection (c).
- (c) Whenever the board determines under the procedures set forth in subsection (d) that an assessment is necessary to ensure that fund beneficiaries, including applicants under section 4(e) of this chapter, continue to receive compensation in a timely manner for a reasonable prospective period, the board shall send notice not later than October 1 in any year to:
 - (1) all insurance carriers and other entities insuring or providing coverage to employers who are or may be liable under this article to pay compensation for personal injuries to or the death of their employees under this article; and
- (2) each employer carrying the employer's own risk; stating that an assessment is necessary. After June 30, 1999, the board may conduct an assessment under this subsection not more than one (1) time annually. Every insurance carrier and other entity insuring or

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providing coverage to employers who are or may be liable under this article to pay compensation for personal injuries to or death of their employees under this article and every employer carrying the employer's own risk, shall, within thirty (30) days of the board sending notice under this subsection, pay to the worker's compensation board for the benefit of the fund an assessed amount that may not exceed two and one-half percent (2.5%) of the total amount of all worker's compensation paid to injured employees or their beneficiaries under IC 22-3-2 through IC 22-3-6 for the calendar year next preceding the due date of such payment. For the purposes of calculating the assessment under this subsection, the board may consider payments for temporary total disability, temporary partial disability, permanent total impairment, permanent partial impairment, or death of an employee. The board may not consider payments for medical benefits in calculating an assessment under this subsection. If the amount to the credit of the second injury fund on or before October 1 of any year exceeds one million dollars (\$1,000,000), the assessment allowed under this subsection shall not be assessed or collected during the ensuing year. But when on or before October 1 of any year the amount to the credit of the fund is less than one million dollars (\$1,000,000), the payments of not more than two and one-half percent (2.5%) of the total amount of all worker's compensation paid to injured employees or their beneficiaries under IC 22-3-2 through IC 22-3-6 for the calendar year next preceding that date shall be resumed and paid into the fund. The board may not use an assessment rate greater than twenty-five hundredths of one percent (0.25%) above the amount recommended by the study performed before the assessment. All entities liable for and paying an assessment under this subsection are entitled to a credit against the assessment for the payments made the same year on which the assessment was based. These payments must have been made to an employee who was injured before January 1, 2003, and who had a later period of disability entitling the employee to an increase in the average weekly wage, as set forth in section 8 of this chapter. Any credit due shall be computed by the following formula:

STEP ONE: Determine the amount of compensation the employee actually received based on the average weekly wage as of the last day worked before the later period of disability. STEP TWO: Determine the amount of compensation the employee would have received based on the average weekly wage at the time of the original compensable injury.

STEP THREE: Determine the greater of zero (0) or the result of:

- (A) the STEP ONE amount; minus
- (B) the STEP TWO amount.

(d) The board shall enter into a contract with an actuary or another qualified firm that has experience in calculating worker's compensation

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liabilities. Not later than September 1 of each year, the actuary or other qualified firm shall calculate the recommended funding level of the fund based on the previous year's claims and inform the board of the results of the calculation. If the amount to the credit of the fund is less than the amount required under subsection (c), the board may conduct an assessment under subsection (c). The board shall pay the costs of the contract under this subsection with money in the fund.

- (e) An assessment collected under subsection (c) on an employer who is not self-insured must be assessed through a surcharge based on the employer's premium. An assessment collected under subsection (c) does not constitute an element of loss, but for the purpose of collection shall be treated as a separate cost imposed upon insured employers. A premium surcharge under this subsection must be collected at the same time and in the same manner in which the premium for coverage is collected, and must be shown as a separate amount on a premium statement. A premium surcharge under this subsection must be excluded from the definition of premium for all purposes, including the computation of agent commissions or premium taxes. However, an insurer may cancel a worker's compensation policy for nonpayment of the premium surcharge. A cancellation under this subsection must be carried out under the statutes applicable to the nonpayment of premiums.
- (f) The sums shall be paid by the board to the treasurer of state, to be deposited in a special account known as the second injury fund. The funds are not a part of the general fund of the state. Any balance remaining in the account at the end of any fiscal year shall not revert to the general fund. The funds shall be used only for the payment of awards of compensation and expense of medical examinations or treatment made and ordered by the board and chargeable against the fund pursuant to this section, and shall be paid for that purpose by the treasurer of state upon award or order of the board.
- (g) If an employee who is entitled to compensation under IC 22-3-2 through IC 22-3-6 either:
 - (1) exhausts the maximum benefits under section 22 of this chapter without having received the full amount of award granted to the employee under section 10 of this chapter; or
 - (2) exhausts the employee's benefits under section 10 of this chapter;

then such employee may apply to the board, who may award the employee compensation from the second injury fund established by this section, as follows under subsection (h).

(h) An employee who has exhausted the employee's maximum benefits under section 10 of this chapter may be awarded additional compensation equal to sixty-six and two-thirds percent (66 2/3%) of the employee's average weekly wage at the time of the employee's injury, not to exceed the maximum then applicable under section 22 of this

chapter, for a period of not to exceed one hundred fifty (150) weeks upon competent evidence sufficient to establish:

- (1) that the employee is totally and permanently disabled from causes and conditions of which there are or have been objective conditions and symptoms proven that are not within the physical or mental control of the employee; and
- (2) that the employee is unable to support the employee in any gainful employment, not associated with rehabilitative or vocational therapy.
- (i) The additional award may be renewed during the employee's total and permanent disability after appropriate hearings by the board for successive periods not to exceed one hundred fifty (150) weeks each. The provisions of this section apply only to injuries occurring subsequent to April 1, 1950, for which awards have been or are in the future made by the board under section 10 of this chapter. Section 16 of this chapter does not apply to compensation awarded from the second injury fund under this section.
- (j) All insurance carriers subject to an assessment under this section are required to provide to the board:
 - (1) not later than January 31 each calendar year; and
- (2) not later than thirty (30) days after a change occurs; the name, address, and electronic mail address of a representative authorized to receive the notice of an assessment.".

Page 12, after line 42, begin a new line block indented and insert:

"(5) In computing the average weekly wage for an employee who has sustained a compensable injury who has returned to work and has a later period of disability due to that injury after July 1, 2002, the average weekly wage for that period of disability shall be determined based on the average weekly wage at the time of that disability subject to the maximum average weekly wage in effect as of the last day worked, computed as set forth in IC 22-3-3-22."

Page 16, between lines 2 and 3, begin a new paragraph and insert: "SECTION 12. IC 22-3-7-19, AS AMENDED BY P.L.31-2000, SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2002]: Sec. 19. (a) In computing compensation for temporary total disability, temporary partial disability, and total permanent disability under this law with respect to occupational diseases occurring:

- (1) on and after July 1, 1974, and before July 1, 1976, the average weekly wages shall be considered to be:
 - (A) not more than one hundred thirty-five dollars (\$135); and
- (B) not less than seventy-five dollars (\$75);
- 44 (2) on and after July 1, 1976, and before July 1, 1977, the average weekly wages shall be considered to be:
 - (A) not more than one hundred fifty-six dollars (\$156); and

1	(B) not less than seventy-five dollars (\$75);
2	(3) on and after July 1, 1977, and before July 1, 1979, the average
3	weekly wages are considered to be:
4	(A) not more than one hundred eighty dollars (\$180); and
5	(B) not less than seventy-five dollars (\$75);
6	(4) on and after July 1, 1979, and before July 1, 1980, the average
7	weekly wages are considered to be:
8	(A) not more than one hundred ninety-five dollars (\$195); and
9	(B) not less than seventy-five dollars (\$75);
10	(5) on and after July 1, 1980, and before July 1, 1983, the average
11	weekly wages are considered to be:
12	(A) not more than two hundred ten dollars (\$210); and
13	(B) not less than seventy-five dollars (\$75);
14	(6) on and after July 1, 1983, and before July 1, 1984, the average
15	weekly wages are considered to be:
16	(A) not more than two hundred thirty-four dollars (\$234); and
17	(B) not less than seventy-five dollars (\$75); and
18	(7) on and after July 1, 1984, and before July 1, 1985, the average
19	weekly wages are considered to be:
20	(A) not more than two hundred forty-nine dollars (\$249); and
21	(B) not less than seventy-five dollars (\$75).
22	(b) In computing compensation for temporary total disability,
23	temporary partial disability, and total permanent disability, with respect
24	to occupational diseases occurring on and after July 1, 1985, and before
25	July 1, 1986, the average weekly wages are considered to be:
26	(1) not more than two hundred sixty-seven dollars (\$267); and
27	(2) not less than seventy-five dollars (\$75).
28	(c) In computing compensation for temporary total disability,
29	temporary partial disability, and total permanent disability, with respect
30	to occupational diseases occurring on and after July 1, 1986, and before
31	July 1, 1988, the average weekly wages are considered to be:
32	(1) not more than two hundred eighty-five dollars (\$285); and
33	(2) not less than seventy-five dollars (\$75).
34	(d) In computing compensation for temporary total disability,
35	temporary partial disability, and total permanent disability, with respect
36	to occupational diseases occurring on and after July 1, 1988, and before
37	July 1, 1989, the average weekly wages are considered to be:
38	(1) not more than three hundred eighty-four dollars (\$384); and
39	(2) not less than seventy-five dollars (\$75).
40	(e) In computing compensation for temporary total disability,
41	temporary partial disability, and total permanent disability, with respect
42	to occupational diseases occurring on and after July 1, 1989, and before
43	July 1, 1990, the average weekly wages are considered to be:
44	(1) not more than four hundred eleven dollars (\$411); and
45	(2) not less than seventy-five dollars (\$75).
46	(f) In computing compensation for temporary total disability,

temporary partial disability, and total permanent disability, with respect 1 2 to occupational diseases occurring on and after July 1, 1990, and before 3 July 1, 1991, the average weekly wages are considered to be: 4 (1) not more than four hundred forty-one dollars (\$441); and 5 (2) not less than seventy-five dollars (\$75). 6 (g) In computing compensation for temporary total disability, 7 temporary partial disability, and total permanent disability, with respect 8 to occupational diseases occurring on and after July 1, 1991, and before 9 July 1, 1992, the average weekly wages are considered to be: 10 (1) not more than four hundred ninety-two dollars (\$492); and 11 (2) not less than seventy-five dollars (\$75). 12 (h) In computing compensation for temporary total disability, 13 temporary partial disability, and total permanent disability, with respect 14 to occupational diseases occurring on and after July 1, 1992, and before July 1, 1993, the average weekly wages are considered to be: 15 (1) not more than five hundred forty dollars (\$540); and 16 17 (2) not less than seventy-five dollars (\$75). 18 (i) In computing compensation for temporary total disability, 19 temporary partial disability, and total permanent disability, with respect 20 to occupational diseases occurring on and after July 1, 1993, and before 21 July 1, 1994, the average weekly wages are considered to be: 22 (1) not more than five hundred ninety-one dollars (\$591); and 23 (2) not less than seventy-five dollars (\$75). (j) In computing compensation for temporary total disability, 24 25 temporary partial disability, and total permanent disability, with respect to occupational diseases occurring on and after July 1, 1994, and before 26 27 July 1, 1997, the average weekly wages are considered to be: 28 (1) not more than six hundred forty-two dollars (\$642); and 29 (2) not less than seventy-five dollars (\$75). (k) In computing compensation for temporary total disability, 30 31 temporary partial disability, and total permanent disability, the average 32 weekly wages are considered to be: 33 (1) with respect to occupational diseases occurring on and after 34 July 1, 1997, and before July 1, 1998: 35 (A) not more than six hundred seventy-two dollars (\$672); and (B) not less than seventy-five dollars (\$75); 36 37 (2) with respect to occupational diseases occurring on and after 38 July 1, 1998, and before July 1, 1999: 39 (A) not more than seven hundred two dollars (\$702); and 40 (B) not less than seventy-five dollars (\$75); (3) with respect to occupational diseases occurring on and after 41 42 July 1, 1999, and before July 1, 2000: (A) not more than seven hundred thirty-two dollars (\$732); 43 44 and 45 (B) not less than seventy-five dollars (\$75);

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(4) with respect to occupational diseases occurring on and after

July 1, 2000, and before July 1, 2001: 1 2 (A) not more than seven hundred sixty-two dollars (\$762); and 3 (B) not less than seventy-five dollars (\$75); 4 (5) with respect to disablements occurring on and after July 1, 5 2001, and before July 1, 2002: 6 (A) not more than eight hundred twenty-two dollars (\$822); 7 and 8 (B) not less than seventy-five dollars (\$75); and 9 (6) with respect to disablements occurring on and after July 1, 10 11 (A) not more than eight hundred eighty-two dollars (\$882); 12 and 13 (B) not less than seventy-five dollars (\$75). 14 (1) The maximum compensation that shall be paid for occupational disease and its results under any one (1) or more provisions of this 15 chapter with respect to disability or death occurring: 16 (1) on and after July 1, 1974, and before July 1, 1976, shall not 17 18 exceed forty-five thousand dollars (\$45,000) in any case; 19 (2) on and after July 1, 1976, and before July 1, 1977, shall not 20 exceed fifty-two thousand dollars (\$52,000) in any case; (3) on and after July 1, 1977, and before July 1, 1979, may not 21 22 exceed sixty thousand dollars (\$60,000) in any case; (4) on and after July 1, 1979, and before July 1, 1980, may not 23 exceed sixty-five thousand dollars (\$65,000) in any case; 24 25 (5) on and after July 1, 1980, and before July 1, 1983, may not 26 exceed seventy thousand dollars (\$70,000) in any case; 27 (6) on and after July 1, 1983, and before July 1, 1984, may not exceed seventy-eight thousand dollars (\$78,000) in any case; and 28 29 (7) on and after July 1, 1984, and before July 1, 1985, may not exceed eighty-three thousand dollars (\$83,000) in any case. 30 31 (m) The maximum compensation with respect to disability or death 32 occurring on and after July 1, 1985, and before July 1, 1986, which 33 shall be paid for occupational disease and the results thereof under the 34 provisions of this chapter or under any combination of its provisions 35 may not exceed eighty-nine thousand dollars (\$89,000) in any case. The maximum compensation with respect to disability or death 36 37 occurring on and after July 1, 1986, and before July 1, 1988, which 38 shall be paid for occupational disease and the results thereof under the 39 provisions of this chapter or under any combination of its provisions 40 may not exceed ninety-five thousand dollars (\$95,000) in any case. The maximum compensation with respect to disability or death occurring 41 42 on and after July 1, 1988, and before July 1, 1989, that shall be paid for 43 occupational disease and the results thereof under this chapter or under 44 any combination of its provisions may not exceed one hundred 45 twenty-eight thousand dollars (\$128,000) in any case.

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(n) The maximum compensation with respect to disability or death

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occurring on and after July 1, 1989, and before July 1, 1990, that shall be paid for occupational disease and the results thereof under this chapter or under any combination of its provisions may not exceed one hundred thirty-seven thousand dollars (\$137,000) in any case.

- (o) The maximum compensation with respect to disability or death occurring on and after July 1, 1990, and before July 1, 1991, that shall be paid for occupational disease and the results thereof under this chapter or under any combination of its provisions may not exceed one hundred forty-seven thousand dollars (\$147,000) in any case.
- (p) The maximum compensation with respect to disability or death occurring on and after July 1, 1991, and before July 1, 1992, that shall be paid for occupational disease and the results thereof under this chapter or under any combination of the provisions of this chapter may not exceed one hundred sixty-four thousand dollars (\$164,000) in any case.
- (q) The maximum compensation with respect to disability or death occurring on and after July 1, 1992, and before July 1, 1993, that shall be paid for occupational disease and the results thereof under this chapter or under any combination of the provisions of this chapter may not exceed one hundred eighty thousand dollars (\$180,000) in any case.
- (r) The maximum compensation with respect to disability or death occurring on and after July 1, 1993, and before July 1, 1994, that shall be paid for occupational disease and the results thereof under this chapter or under any combination of the provisions of this chapter may not exceed one hundred ninety-seven thousand dollars (\$197,000) in anv case.
- (s) The maximum compensation with respect to disability or death occurring on and after July 1, 1994, and before July 1, 1997, that shall be paid for occupational disease and the results thereof under this chapter or under any combination of the provisions of this chapter may not exceed two hundred fourteen thousand dollars (\$214,000) in any case.
- (t) The maximum compensation that shall be paid for occupational disease and the results of an occupational disease under this chapter or under any combination of the provisions of this chapter may not exceed the following amounts in any case:
 - (1) With respect to disability or death occurring on and after July 1, 1997, and before July 1, 1998, two hundred twenty-four thousand dollars (\$224,000).
 - (2) With respect to disability or death occurring on and after July 1, 1998, and before July 1, 1999, two hundred thirty-four thousand dollars (\$234,000).
 - (3) With respect to disability or death occurring on and after July 1, 1999, and before July 1, 2000, two hundred forty-four thousand dollars (\$244,000).
- (4) With respect to disability or death occurring on and after July

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1, 2000, and before July 1, 2001, two hundred fifty-four thousand dollars (\$254,000).

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- (5) With respect to disability or death occurring on and after July 1, 2001, and before July 1, 2002, two hundred seventy-four thousand dollars (\$274,000).
- (6) With respect to disability or death occurring on and after July 1, 2002, two hundred ninety-four thousand dollars (\$294,000).
- (u) For all disabilities occurring before July 1, 1985, "average weekly wages" shall mean the earnings of the injured employee in the employment in which the employee was working at the time of the last exposure during the period of fifty-two (52) weeks immediately preceding the last day of the last exposure divided by fifty-two (52). If the employee lost seven (7) or more calendar days during the period, although not in the same week, then the earnings for the remainder of the fifty-two (52) weeks shall be divided by the number of weeks and parts thereof remaining after the time lost has been deducted. Where the employment prior to the last day of the last exposure extended over a period of less than fifty-two (52) weeks, the method of dividing the earnings during that period by the number of weeks and parts thereof during which the employee earned wages shall be followed if results just and fair to both parties will be obtained. Where by reason of the shortness of the time during which the employee has been in the employment of the employer or of the casual nature or terms of the employment it is impracticable to compute the average weekly wages as above defined, regard shall be had to the average weekly amount which, during the fifty-two (52) weeks previous to the last day of the last exposure, was being earned by a person in the same grade employed at the same work by the same employer, or if there is no person so employed, by a person in the same grade employed in that same class of employment in the same district. Whenever allowances of any character are made to an employee in lieu of wages or a specified part of the wage contract, they shall be deemed a part of the employee's earnings.

(v) For all disabilities occurring on and after July 1, 1985, "average weekly wages" means the earnings of the injured employee during the period of fifty-two (52) weeks immediately preceding the disability divided by fifty-two (52). If the employee lost seven (7) or more calendar days during the period, although not in the same week, then the earnings for the remainder of the fifty-two (52) weeks shall be divided by the number of weeks and parts of weeks remaining after the time lost has been deducted. If employment before the date of disability extended over a period of less than fifty-two (52) weeks, the method of dividing the earnings during that period by the number of weeks and parts of weeks during which the employee earned wages shall be followed if results just and fair to both parties will be obtained. If by reason of the shortness of the time during which the employee has been

in the employment of the employer or of the casual nature or terms of the employment it is impracticable to compute the average weekly wages for the employee, the employee's average weekly wages shall be considered to be the average weekly amount that, during the fifty-two (52) weeks before the date of disability, was being earned by a person in the same grade employed at the same work by the same employer or, if there is no person so employed, by a person in the same grade employed in that same class of employment in the same district. Whenever allowances of any character are made to an employee instead of wages or a specified part of the wage contract, they shall be considered a part of the employee's earnings.

(w) In computing the average weekly wage for an employee who has sustained a compensable occupational disease who has returned to work and has a later period of disability due to that occupational disease after July 1, 2002, the average weekly wage for that period of disability shall be determined based on the average weekly wage at the time of that disability subject to the maximum average weekly wage in effect as of the last day worked, computed as set forth in this section.

(x) The provisions of this article may not be construed to result in an award of benefits in which the number of weeks paid or to be paid for temporary total disability, temporary partial disability, or permanent total disability benefits combined exceeds five hundred (500) weeks. This section shall not be construed to prevent a person from applying for an award under IC 22-3-3-13. However, in case of permanent total disability resulting from a disablement occurring on or after January 1, 1998, the minimum total benefit shall not be less than seventy-five thousand dollars (\$75,000)."

Page 24, delete line 39.

30 Renumber all SECTIONS consecutively.

(Reference is to ESB 71 as printed February 22, 2002.)

Representative Stilwell